

1625 N. French Dr., Hobbs, NM 88240
 District I
 1301 W. Grand Avenue, Artesia, NM 88210
 District II
 1000 Rio Brazos Road, Aztec, NM 87410
 District III
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy Minerals and Natural Resources
 Oil Conservation Division
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-141
 Revised October 10, 2003

Submit 2 Copies to appropriate
 District Office in accordance
 with Rule 116 on back
 side of form

Release Notification and Corrective Action

ISEB0819834712

NSEB0819834473

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	COG OPERATING LLC 229137	Contact	Kanicia Carrillo
Address	550 W. Texas, Suite 1300 Midland, TX 79701	Telephone No.	432-685-4332
Facility Name	GJ West Coop Unit #52 30-015-02996	Facility Type	Oil/GJ North Central Battery
Surface Owner-State	Mineral Owner	Lease No. API# 30-015-02996	

LOCATION OF RELEASE


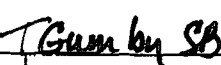
Unit	Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
P		16	17S	29E	660	South	660	East	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	20bbls est	Volume Recovered	15bbls
Source of Release	Free Water Knock-out	Date and Hour of Occurrence	7/13/08 Unknown	Date and Hour of Discovery	7/13/08 9:00am MST
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	V/M Mike Bratcher		
By Whom?	Kanicia Carrillo	Date and Hour	7/14/08 3:30pm		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			
If a Watercourse was Impacted, Describe Fully.*					
Describe Cause of Problem and Remedial Action Taken.*					
Micro switch malfunction on vessel, pressure on vessel increased to maximum level and opened pressure relief valve. The liquid on the surface was picked up.					
Describe Area Affected and Cleanup Action Taken.*					
All liquid was contained inside the firewall. A 100'x100' sq ft area was sprayed in the adjoining pasture. All contaminated soil and gravel will be dug up and removed. Highlander Environmental will submit chlorides and final report.					
I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.					

OIL CONSERVATION DIVISION

Signature: 	Approved by District Supervisor: 	
Printed Name: Kanicia Carrillo	Approval Date: 7-16-08	Expiration Date:
Title: Regulatory Analyst	Conditions of Approval:	
E-mail Address: kcarrillo@conchoresources.com	SEE ATTACHED STIPULATIONS	
Date: 7/15/08 Phone: 432-685-4332	Attached <input type="checkbox"/> 2RP-199	

Attach Additional Sheets If Necessary

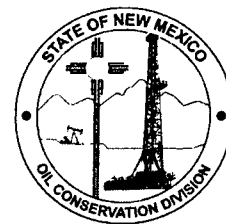
SEB0819834779

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



CERTIFIED MAIL—Return Receipt Requested
7007 2680 0001 6451 2681

July 16, 2008

COG Operating LLC
ATTN: Kanicia Carrillo
550 W Texas, suite 1300
Midland, TX 79701

RE: GJ West COOP Unit 052 30-015-02996
P-16-17S-29E Eddy County, New Mexico

Dear Operator:

This office is in receipt of your C-141 on the produced water release, at this facility.

NMOCD Rule 19.15.3.116 states in part "...The responsible person must complete **division approved corrective action** for releases which endanger public health or the environment. Releases will be addressed in accordance with a **remediation plan** submitted to and approved by the division or with an abatement plan submitted in accordance with Section 19 of 19.15.1 NMAC."

Information and tools for proper corrective action may be found in the Environmental Handbook on our web site at the following link:

http://www.emnrd.state.nm.us/ocd/documents/7C_spill1.pdf

The following actions are **required** to be addressed in the **remediation plan**:

- Determine the horizontal and vertical delineation of the spill by sampling.
- Prepare a sketch of the site indicating where and at what depths the samples were taken.
- Submit laboratory results of sampling as well as the proposed remediation with the plan.

Remediation requirements may be subject to other federal, state and local laws or regulations.

Within 30 days, **on or before August 19, 2008**, completion of a remediation work plan should be finalized and submitted to the Division, summarizing all actions taken or to be taken to mitigate environmental damage related to the leak, spill or release, for approval.

Please be advised that NMOCD acceptance and/or approval of documents or work plans does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance and/or approval of documents or work plans do not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

If I may be of further assistance with this matter or should you have any questions, please feel free to contact me.

Sincerely,

Sherry Bonham
NMOCD District II, Artesia
(505) 748-1283 ext 109
E-mail: sherry.bonham@state.nm.us

